

MAINE STATE LEGISLATURE

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N I N E T Y - S E V E N T H L E G I S L A T U R E

Legislative Document

No. 1068

S. P. 372

In Senate, March 1, 1955

Referred to the Committee on Judiciary, sent down for concurrence and ordered printed.

CHESTER T. WINSLOW, Secretary

Presented by Senator Weeks of Cumberland.

STATE OF MAINE

IN THE YEAR OF OUR LORD NINETEEN HUNDRED
FIFTY-FIVE

AN ACT Relating to Rights and Stock Options of Stockholders.

Be it enacted by the People of the State of Maine, as follows:

R. S., c. 53, § 19, amended. Section 19 of chapter 53 of the revised statutes is hereby amended to read as follows:

'Sec. 19. Issue of stock for property and services. Any corporation may purchase mines, manufactories and other property necessary for its business and the stock of any company or companies owning, mining, manufacturing or producing materials or other property necessary for its business, and issue stock to the amount of the value thereof in payment therefor, and may likewise issue stock for services rendered to such corporation and the stock so issued shall be fully paid stock and not liable to any further call or payment thereon, and may create and issue rights or options entitling the holders thereof to purchase from the corporation any shares of its stock for such consideration not less than par and, in the case of stock having no par value, in accordance with the provisions of section 20 hereof, upon such conditions as the stockholders or the directors, acting under authority granted by the stockholders, may prescribe; and in the absence of actual fraud in the transaction, the judgment of the directors as to the value of the property purchased, ~~or~~ services rendered and rights or options granted, shall be conclusive.'